TABLE 1.--MEDICARE CATASTROPHIC COVERAGE ACT OF 1988
[Calendar year 1989]

Income Class 1/ ($1000s)	Average income per return 1/	Average tax liability per return	Supplemental premium per enrollee 2/ (per month)	Monthly basic premium per enrollee 4/	Total premium per enrollee (per month)
SINGLE RETURNS					
$0- $5	$3,468	$0	$0.00	$4.00	$4.00
$5- $10	$6,950	$0	$0.00	$4.00	$4.00
$10- $15	$12,455	$97	$0.00	$4.00	$4.00
$15- $20	$17,285	$521	$6.51	$4.00	$10.51
$20- $25	$22,112	$1,319	$16.49	$4.00	$20.49
$25- $30	$27,228	$2,046	$25.58	$4.00	$29.58
$30- $35	$32,607	$2,471	$30.89	$4.00	$34.89
$35- $40	$37,195	$4,522	$56.53	$4.00	$60.53
$40- $45	$43,286	$6,528	$66.67	$4.00	$70.67
$45- $50	$48,001	$7,680	$66.67	$4.00	$70.67
$50- $75	$59,097	$9,657	$66.67	$4.00	$70.67
$75- $100	$85,179	$17,026	$66.67	$4.00	$70.67
$100- $200	$130,571	$27,494	$66.67	$4.00	$70.67
$200 and up	$683,850	$135,850	$66.67	$4.00	$70.67
JOINT RETURNS 3/					
$0- $5	$3,053	$0	$0.00	$4.00	$4.00
$5- $10	$7,657	$0	$0.00	$4.00	$4.00
$10- $15	$12,808	$2	$0.00	$4.00	$4.00
$15- $20	$17,341	$82	$0.00	$4.00	$4.00
$20- $25	$22,522	$438	$2.74	$4.00	$6.74
$25- $30	$27,808	$874	$5.46	$4.00	$9.46
$30- $35	$32,360	$1,377	$8.61	$4.00	$12.61
$35- $40	$37,460	$2,075	$12.97	$4.00	$16.97
$40- $45	$42,358	$3,052	$19.08	$4.00	$23.08
$45- $50	$47,400	$4,350	$27.19	$4.00	$31.19
$50- $75	$59,962	$7,508	$46.93	$4.00	$50.93
$75- $100	$85,751	$13,156	$66.67	$4.00	$70.67
$100- $200	$136,304	$24,684	$66.67	$4.00	$70.67
$200 and up	$677,495	$143,271	$66.67	$4.00	$70.67

1/ Income is defined as adjusted gross income plus untaxed income from: (1) untaxed social security benefits; (2) tax exempt interest; (3) employer contributions for health plans and life insurance; (4) inside build-up on life insurance; (5) workers' compensation; (6) contributions to IRA and Keogh accounts; and (7) minimum tax preferences in excess of passive losses and passive losses not included in AGI.
2/ Computed at average tax liability per return in income class.
3/ Premiums based on two Medicare Part B enrollees.
4/ Payment of Part B premiums by Medicaid for enrollees below poverty level not reflected.

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TABLE 2.--MEDICARE CATASTROPHIC COVERAGE ACT OF 1988
[Calendar year 1993]

Income Class 1/ ($1000s)	Average income per return 1/	Average tax liability per return	Supplemental premium per enrollee 2/ (per month)	Monthly basic premium per enrollee 4/	Total premium per enrollee (per month)
SINGLE RETURNS					
$0- $5	$3,499	$0	$0.00	$10.20	$10.20
$5- $10	$7,527	$0	$0.00	$10.20	$10.20
$10- $15	$11,998	$38	$0.00	$10.20	$10.20
$15- $20	$17,583	$416	$9.71	$10.20	$19.91
$20- $25	$22,359	$895	$20.88	$10.20	$31.08
$25- $30	$27,397	$1,433	$33.44	$10.20	$43.64
$30- $35	$32,548	$2,507	$58.50	$10.20	$68.70
$35- $40	$36,649	$3,649	$85.14	$10.20	$95.34
$40- $45	$42,201	$4,701	$87.50	$10.20	$97.70
$45- $50	$47,261	$6,163	$87.50	$10.20	$97.70
$50- $75	$62,290	$9,641	$87.50	$10.20	$97.70
$75- $100	$84,748	$13,948	$87.50	$10.20	$97.70
$100- $200	$129,993	$28,217	$87.50	$10.20	$97.70
$200 and up	$604,828	$122,343	$87.50	$10.20	$97.70
JOINT RETURNS 3/					
$0- $5	$2,930	$0	$0.00	$10.20	$10.20
$5- $10	$7,864	$0	$0.00	$10.20	$10.20
$10- $15	$12,905	$0	$0.00	$10.20	$10.20
$15- $20	$17,444	$23	$0.00	$10.20	$10.20
$20- $25	$22,324	$310	$3.62	$10.20	$13.82
$25- $30	$27,424	$526	$6.14	$10.20	$16.34
$30- $35	$32,524	$898	$10.48	$10.20	$20.68
$35- $40	$37,395	$1,385	$16.16	$10.20	$26.36
$40- $45	$42,255	$2,034	$23.73	$10.20	$33.93
$45- $50	$47,449	$3,149	$36.74	$10.20	$46.94
$50- $75	$60,407	$6,117	$71.37	$10.20	$81.57
$75- $100	$87,371	$12,511	$87.50	$10.20	$97.70
$100- $200	$138,845	$23,341	$87.50	$10.20	$97.70
$200 and up	$658,538	$141,374	$87.50	$10.20	$97.70

1/ Income is defined as adjusted gross income plus untaxed income from: (1) untaxed social security benefits; (2) tax exempt interest; (3) employer contributions for health plans and life insurance; (4) inside build-up on life insurance; (5) workers' compensation; (6) contributions to IRA and Keogh accounts; and (7) minimum tax preferences in excess of passive losses and passive losses not included in AGI.
2/ Computed at average tax liability per return in income class.
3/ Premiums based on two Medicare Part B enrollees.
4/ Payment of Part B premiums by Medicaid for enrollees below poverty level not reflected.

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TABLE 3.--CONFERENCE AGREEMENT ON MEDICARE CATASTROPHIC COVERAGE ACT OF 1988: DISTRIBUTIONAL EFFECT OF PREMIUMS, CY 1993

A. Average Change in Basic and Supplemental Premiums Per Enrollee (Per Month in 1988 Dollars)

Income Class (1000s of 1988 dollars)	Average Income per Return (CY 1993 in 1988 dollars)	Supplemental Premium ($42 per $150 of tax liability)	Basic Premium[1] ($10.20 per month in 1993 dollars)	Total Financing
$0 - 5	$2,560	$0.00	$0.00	$0.00
5 - 10	7,074	0.06	6.13	6.19
10 - 15	12,508	2.42	7.50	9.92
15 - 20	17,407	8.37	7.97	16.34
20 - 30	24,497	16.72	8.06	24.78
30 - 50	37,288	34.24	8.17	42.41
50 - 75	59,261	64.71	8.17	72.88
75 -200	112,538	67.47	8.17	75.64
200 & up	606,997	68.70	8.17	76.87
Average	**$24,614**	**$14.36**	**$6.57**	**$20.93**

B. Distribution of Basic and Supplemental Premium Increase

Income Class (1000s of 1988 dollars)	Income per Return (CY 1993)	Supplemental Premium ($42 per $150 of tax liability)	Basic Premium[1] ($10.20 per month in 1993 dollars)	Total Financing
$0 - 5	1.4%	0.0%	0.0%	0.0%
5 - 10	7.2	0.1	20.3	6.4
10 - 15	6.8	2.3	15.5	6.4
15 - 20	8.2	6.8	14.1	9.1
20 - 30	18.2	23.5	24.7	23.9
30 - 50	16.3	29.7	15.2	25.1
50 - 75	9.7	19.0	5.2	14.7
75 -200	12.9	14.5	3.8	11.1
200 & up	19.3	4.2	1.1	3.2
Average	**100.0%**	**100.0%**	**100.0%**	**100.0%**

[1]Reflects payment by Medicaid of Part B premiums for all enrollees below 100 percent of the poverty level.

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